MBC BRIEFING

5 February 1958

STRIAN-EGYPTIAN UNION (Short form)

- I. Details of union are far from settled, except that Easir will be boss. Reactions among Arab states vary widely.
- II. In Syria, public reaction to last Saturday's declaration was slew.
 - A. Syrian businessmen apprehensive over the effect of union.
 - 1. Heavy demand on foreign exchange developed. Despite (povt efforts Syrian pound has dropped 10%.
 - B. Labor circles decidedly unenthusiastic over prospect of emigration of "millions" of Egyptian peasants to Syria.
 - C. These fears may generate trouble over the long-term; at present they are just mutterings.
- III. Egyptian officials have not expressed any great enthusiasm, although press continues to push union.
 - A. Schedule for implementation of the union is:
 - 1. On 5 Feb presentation of constitution; Questli to nominated

 Wasir as president with absolute power for indefinite period.
 - 2. On 21 Feb plebiscite for approval of president and constitution; present parliaments to be dissolved and replaced by a Masir-appointed parliament. Syrian representation to be one-half. Masir will appoint executive councils for Egypt-and Syrian which will be separate regime.
 - B. Cairo press states union will invite other Arab states to join, either in complete unity or as a part of a federal union.
 - C. Egyptians, too, are beset by economic worries. Officials believe that Egyptian economy too shaky to join union.

Approved For Release 2000/08/29: CIA-RDP79R00890A000900060008-4



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IV. Other Arab states:

- A. Jordan and Saudi Arabia:
 - Instant fears Egypt and Syria will launch campaign to have Jordan and Lebanon join union. He hopes for meeting with kings of Iraq and Saudi Arabia, but the prespects are iim. Hussayn also wants Iraq to withdraw from Baghdad Pact in order to facilitate Saud's joining confederation.
 - 2. King Saud opposes union but cautions against action by the three kings which would subject them to attacks opponents of Arab unity.
- B. Brag is stalling on recognizing union + there are remores that Bughdad
- Syria. and to withhold recognition of the Egyptian Syrian union.

 Russayn may follow Fraq's example. However, Iraqi foreign

 minister has intimated Fraq could not afford to be the only

 Arab state, except Jordan, which failed to recognize the union.

 He is also anxious to know what the US position will be.
- C. Lebanese Christians fear an end to balance between Christians and Muslims as the Muslim majority falls under spell of Arab unity.
 - 1. Chamoun has requested written confirmation from Britain of previous assurances of support for Lebanon.
- B. In Euwait, gala celebrations, drummed up by Egyptians, advocating Euwaiti adherence to union.
- E. Yemen's crown Prince Endr has arrived in Cairo. He intends: to 25X6Ahave Yemen confederate with the union. 25X6A

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Approved For Release 2000/08/29 24/25/79R0089

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